MISSISSIPPI LEGISLATURE

By: Representative Reeves

To: Oil, Gas and Other Minerals; Judiciary A

## HOUSE BILL NO. 1634

AN ACT TO AMEND SECTION 29-7-1, MISSISSIPPI CODE OF 1972, TO 1 2 TRANSFER THE AUTHORITY OF THE MINERAL LEASE COMMISSION TO THE MISSISSIPPI MAJOR ECONOMIC IMPACT AUTHORITY; TO AMEND SECTION 29-7-3, MISSISSIPPI CODE OF 1972, TO REVISE THE AUTHORITY OF THE 3 4 COMMISSION TO LEASE STATE-OWNED LANDS THAT HAVE DEVELOPMENT 5 б POTENTIAL FOR OIL OR NATURAL GAS; TO AMEND SECTION 29-7-17, 7 MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PROVISIONS OF THIS 8 ACT; TO CREATE A NEW SECTION TO BE CODIFIED AS SECTION 29-7-19, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR HEARINGS TO BE HEARD BY THE COMMISSION; TO CREATE A NEW SECTION TO BE CODIFIED AS SECTION 9 10 29-7-21, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR AN APPEALS 11 PROCESS FOR DECISIONS MADE BY THE COMMISSION; TO BRING FORWARD 12 SECTIONS 11-55-1, 11-55-3, 11-55-5, 11-55-7, 11-55-9, 11-55-11, 11-55-13 AND 11-55-15, WHICH RELATE TO THE LITIGATION ACCOUNTABILITY ACT OF 1988, FOR PURPOSES OF AMENDMENT; AND FOR 13 14 15 16 RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
 SECTION 1. Section 29-7-1, Mississippi Code of 1972, is

19 amended as follows:

20 29-7-1. (1) The Mississippi <u>Major Economic Impact Authority</u> 21 shall be the mineral lease commission, and shall exercise the 22 duties and responsibilities of the mineral lease commission **\* \* \*** 23 under the provisions of Sections 29-7-1 et seq.

(2) The words "mineral lease commission," whenever they may
appear in the laws of the State of Mississippi, shall be construed
to mean the Mississippi Major Economic Impact Authority.

27 (3) The term "commission" means the Mississippi <u>Major</u>
 28 <u>Economic Impact Authority</u>.

29 SECTION 2. Section 29-7-3, Mississippi Code of 1972, is
30 amended as follows:

31 29-7-3. There shall be no development or extraction of oil, 32 gas, or other minerals from state-owned lands by any private party 33 without first obtaining a mineral lease therefor from the

34 commission. The commission is hereby authorized and empowered, H. B. No. 1634 \*HR07/R1904\* G3/5 04/HR07/R1904 PAGE 1 (CTE\HS)

for and on behalf of the state, to lease any and all of the state 35 36 land now owned (including that submerged or whereover the tide may 37 ebb and flow) or hereafter acquired, to some reputable person, association, or company for oil and/or gas and/or other minerals 38 in and under and which may be produced therefrom, excepting, 39 40 however, sixteenth section school land, lieu lands, and such 41 forfeited tax land and property the title to which is subject to any lawful redemption, for such consideration and upon such terms 42 and conditions as the commission deems just and proper. 43

44 Consistent with the conservation policies of this state under 45 Sections 53-1-1 et seq., the commission may offer for public bid 46 any tracts or blocks of state-owned lands not currently under 47 lease, which have been identified to the commission as having 48 development potential for oil or natural gas, not less than once a year. Upon consultation with the Office of Geology in the 49 Mississippi Department of Environmental Quality and any other 50 51 state agency as the commission deems appropriate, the commission 52 shall promulgate rules and regulations consistent with this 53 chapter governing all aspects of the process of leasing state 54 lands within its jurisdiction for mineral development, including the setting of all terms of the lease form to be used for leasing 55 56 state-owned lands, any necessary fees, public bidding process, 57 delay rental payments, shut-in royalty payments, and such other 58 provisions as may be required.

59 There shall not be conducted any seismographic or other mineral exploration or testing activities on any state-owned lands 60 61 within the mineral leasing jurisdiction of the commission without 62 first obtaining a permit therefor from the commission. Upon consultation with the Office of Geology in the Mississippi 63 Department of Environmental Quality and any other state agency as 64 65 the commission deems appropriate, the commission shall \* \* \* 66 promulgate rules and regulations governing all aspects of 67 seismographic or other mineral exploration activity on state lands \*HR07/R1904\* H. B. No. 1634 04/HR07/R1904

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within its jurisdiction, including the establishing of fees and 68 69 issuance of permits for the conduct of such mineral exploration 70 activities. Provided, however, that persons obtaining permits 71 from the commission for seismographic or other mineral exploration 72 or testing activities on state-owned wildlife management areas, 73 lakes and fish hatcheries, shall be subject to rules and 74 regulations promulgated therefor by the Mississippi Commission on 75 Wildlife, Fisheries and Parks which shall also receive all permit fees for such testing on said lands. 76

77 Further, provided that each permit within the Mississippi 78 Sound or tidelands shall be reviewed by the Mississippi Commission on Marine Resources and such special conditions as it may specify 79 80 will be included in the permit. Information or data obtained in 81 any mineral exploration activity on any and all state lands shall be disclosed to the state through the Department of Environmental 82 Such information or data shall be treated 83 Quality, upon demand. 84 as confidential for a period of ten (10) years from the date of 85 receipt thereof and shall not be disclosed to the public or to any firm, individual or agency other than officials or authorized 86 87 employees of this state. Any person who makes unauthorized disclosure of such confidential information or data shall be 88 89 guilty of a misdemeanor, and upon conviction thereof, be fined not more than Five Thousand Dollars (\$5,000.00) or imprisoned in the 90 91 county jail not more than one (1) year, or both.

92 Whenever any such land or property is leased for oil and gas and/or other minerals, such lease contract shall provide for a 93 94 lease royalty to the state of at least three-sixteenths (3/16) of 95 such oil and gas or other minerals, same to be paid in the manner prescribed by the commission. Of the monies received in 96 connection with the execution of such leases, five-tenths of one 97 98 percent (5/10 of 1%) shall be retained in a special fund to be 99 appropriated by the Legislature, One Hundred Thousand Dollars 100 (\$100,000.00) of which amount to be used by the department for the \*HR07/R1904\* H. B. No. 1634 04/HR07/R1904

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administration of the Mineral Lease Division of the Department of 101 102 Environmental Quality and the remainder of such amount shall be deposited into the Education Trust Fund, created in Section 206A, 103 104 Mississippi Constitution of 1890; and two percent (2%) shall be 105 paid into a special fund to be designated as the "Gulf and 106 Wildlife Protection Fund, " to be appropriated by the Legislature, 107 one-half (1/2) thereof to be apportioned as follows: an amount which shall not exceed One Million Dollars (\$1,000,000.00) shall 108 be used by the Mississippi Department of Wildlife, Fisheries and 109 110 Parks solely for the purpose of clean-up, remedial or abatement 111 actions involving pollution as a result of the exploration or 112 production of oil or gas, and any amount in excess of such One 113 Million Dollars (\$1,000,000.00) shall be deposited into the Education Trust Fund, created in Section 206A, Mississippi 114 Constitution of 1890. The remaining one-half (1/2) of such Gulf 115 and Wildlife Protection Fund to be apportioned as follows: 116 an 117 amount which shall not exceed One Million Dollars (\$1,000,000.00) 118 shall be used by the Mississippi Commission on Wildlife, Fisheries 119 and Parks for use first in the prudent management, preservation, 120 protection and conservation of existing waters, lands and wildlife 121 of this state and then, provided such purposes are accomplished, 122 for the acquisition of additional waters and lands and any amount in excess of such One Million Dollars (\$1,000,000.00) shall be 123 deposited into the Education Trust Fund, created in Section 206A, 124 125 Mississippi Constitution of 1890. However, in the event that the 126 Legislature is not in session to appropriate funds from the Gulf 127 and Wildlife Protection Fund for the purpose of clean-up, remedial 128 or abatement actions involving pollution as a result of the exploration or production of oil or gas, then the Mississippi 129 Department of Wildlife, Fisheries and Parks may make expenditures 130 131 from this special fund account solely for said purpose. The 132 commission may lease the submerged beds for sand and gravel on 133 such a basis as it may deem proper, but where the waters lie H. B. No. 1634 \*HR07/R1904\* 04/HR07/R1904

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between this state and an adjoining state, there must be a cash realization to this state, including taxes paid for such sand and gravel, equal to that being had by such adjoining state, in all cases the requisite consents therefor being lawfully obtained from the United States.

139 The Department of Environmental Quality is authorized to employ competent engineering personnel to survey the territorial 140 waters of this state in the Mississippi Sound and the Gulf of 141 Mexico and to prepare a map or plat of such territorial waters, 142 divided into blocks of not more than six thousand (6,000) acres 143 144 each with coordinates and reference points based upon longitude and latitude surveys. The commission is authorized to adopt such 145 146 survey, plat or map for leasing of such submerged lands for 147 mineral development; and such leases may, after the adoption of such plat or map, be made by reference to the map or plat, which 148 shall be on permanent file with the commission and a copy thereof 149 150 on file in the Office of the State Oil and Gas Board.

151 SECTION 3. Section 29-7-17, Mississippi Code of 1972, is 152 amended as follows:

153 29-7-17. (1) Any person found by the commission to be violating any of the provisions of Section 29-7-3, or any rule or 154 155 regulation or written order of the commission in pursuance 156 thereof, or any condition or limitation of a permit shall be 157 subject to a civil penalty of not more than Ten Thousand Dollars 158 (\$10,000.00) for each violation, such penalty to be assessed and 159 levied by the commission after a hearing as hereinafter provided. 160 Each day upon which a violation occurs shall be deemed a separate 161 and additional violation. Appeals from the imposition of a civil 162 penalty may be taken to the appropriate chancery court in the same manner as appeals from the orders of the commission. 163 If the 164 appellant desires to stay the execution of a civil penalty 165 assessed by the commission, he shall give bond with sufficient 166 resident sureties of one or more guaranty or surety companies \*HR07/R1904\*

H. B. No. 1634 04/HR07/R1904 PAGE 5 (CTE\HS) 167 authorized to do business in this state, payable to the State of 168 Mississippi, in an amount equal to double the amount of any civil 169 penalty assessed by the commission, as to which the stay of 170 execution is desired, on the condition that if the judgment shall 171 be affirmed the appellant shall pay all costs of the assessment 172 entered against him.

In lieu of, or in addition to, the penalty provided in 173 (2) subsection (1) of this section, the commission shall have power to 174 institute and maintain in the name of the state any and all 175 176 proceedings necessary or appropriate to enforce the provisions of 177 Section 29-7-3, rules and regulations promulgated, and orders and permits made and issued thereunder, in the appropriate circuit, 178 179 chancery, county or justice court of the county in which venue may 180 lie. The commission may obtain mandatory or prohibitory injunctive relief, either temporary or permanent, and it shall not 181 be necessary in such cases that the state plead or prove: 182 (i) 183 that irreparable damage would result if the injunction did not 184 issue; (ii) that there is no adequate remedy at law; or (iii) that a written complaint or commission order has first been issued for 185 186 the alleged violation.

(3) Any person who violates any of the provisions of, or 187 188 fails to perform any duty imposed by, Section 29-7-3 or any rule or regulation issued hereunder, or who violates any order or 189 190 determination of the commission promulgated pursuant to such 191 section, and causes the death of fish, shellfish, or other wildlife shall be liable, in addition to the penalties provided in 192 193 subsections (1), (2), (4) and (5) of this section, to pay to the state an additional amount equal to the sum of money reasonably 194 necessary to restock such waters or replenish such wildlife as 195 196 determined by the commission after consultation with the Mississippi Commission on Wildlife, Fisheries and Parks. 197 Such 198 amount may be recovered by the commission on behalf of the state

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199 in a civil action brought in the appropriate county or circuit 200 court of the county in which venue may lie.

Any person who, through misadventure, happenstance or 201 (4) 202 otherwise causes damage to or destruction of state-owned lands or 203 structures or other property thereon necessitating remedial or 204 clean-up action shall be liable for the cost of such remedial or 205 clean-up action and the commission may recover the cost of same by 206 a civil action brought in the circuit court of the county in which 207 venue may lie. This penalty may be recovered in lieu of or in 208 addition to the penalties provided in subsections (1), (2), (3) 209 and (5) of this section.

(5) It shall be unlawful for any person to conduct 210 211 unauthorized mineral exploration, development, or extraction activity or to violate the provisions of Section 29-7-3 or the 212 rules and regulations of the commission which relate to mineral 213 214 exploration, development, or extraction activity and, upon 215 conviction thereof, such person shall be guilty of a misdemeanor, 216 and fined not less than Five Hundred Dollars (\$500.00) nor more than Five Thousand Dollars (\$5,000.00) for each offense. 217 Each day 218 on which such violation occurs or continues shall constitute a separate offense. 219

(6) In lieu of or in addition to the penalties prescribed hereinabove, any person convicted by a court of law or found guilty by the commission of unlawful mineral extraction activity on state-owned lands shall repay to the state the fair market value of the minerals unlawfully extracted.

(7) Proceedings before the commission on civil violations prescribed hereinabove shall be conducted in the manner set forth in this chapter.

228 SECTION 4. The following shall be codified as Section 229 29-7-19, Mississippi Code of 1972:

230 <u>29-7-19.</u> (1) The hearings, as provided under Section 231 29-7-21(1) may be conducted by the commission itself at a regular H. B. No. 1634 \*HR07/R1904\* 04/HR07/R1904 PAGE 7 (CTE\HS)

or special meeting of the commission, or the commission may 232 233 designate a hearing officer, who may conduct such hearings in the 234 name of the commission at any time and place as conditions and 235 circumstances may warrant. The hearing officer shall have the 236 record prepared of any hearing that he has conducted for the 237 commission. The record shall be submitted to the commission along with that hearing officer's findings of fact and recommended 238 decision. Upon receipt and review of the record of the hearing 239 240 and the hearing officer's findings of fact and recommended decision, the commission shall render its decision in the matter. 241 242 The decision shall become final after it is entered on the minutes and shall be considered the final administrative agency decision 243 244 on the matter. The decision may be appealed under Section 245 29 - 7 - 21(2).

(2) All hearings before the commission shall be recorded
either by a court reporter, tape or mechanical recorders and
subject to transcription upon order of the commission or any
interested party, but if the request for transcription originates
with an interested party, that party shall pay the cost thereof.

251 SECTION 5. The following shall be codified as Section 252 29-7-21, Mississippi Code of 1972:

253 29-7-21. (1) Any person or interested party aggrieved by 254 any final rule, regulation, permit or order of the commission may file a petition with the commission within twenty (20) days after 255 256 the final rule, regulation, permit or order is entered on the minutes. The petition shall set forth the grounds and reasons for 257 258 the complaint and requests a hearing of the matter involved. 259 However, there shall be no hearing on the same subject matter that has previously been held before the commission or its designated 260 261 hearing officer. The commission shall fix the time and place of 262 the hearing and notify the petitioners thereof. In pending 263 matters, the commission shall have the same powers as to 264 subpoenaing witnesses, administering oaths, examining witnesses \*HR07/R1904\*

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under oath and conducting the hearing, as is now vested by law in 265 266 the Mississippi Public Service Commission, as to hearings before 267 it, with the additional power that the executive director may 268 issue all subpoenas, both at the instance of the petitioner and of 269 the commission. At the hearings the petitioner, and any other 270 interested party, may offer exhibits, present witnesses, and otherwise submit evidence, as the commission deems appropriate. 271 After the hearing, the commission's decision shall be deemed the 272 final administrative agency decision on the matter. 273

274 (2) Any interested person aggrieved by any final rule, 275 regulation, permit or order of the commission issued under this section, regardless of the amount involved, shall appeal to the 276 277 Chancery Court of the First Judicial District of Hinds County, Mississippi, which shall be taken and perfected as hereinafter 278 279 provided, within thirty (30) days from the date that the final 280 rule, regulation or order is filed for record in the office of the 281 commission. The chancery court may affirm the rule, regulation, 282 permit, or order, or reverse the same for further proceedings as the court may require. All appeals shall be on the record, taken 283 284 and perfected, heard and determined either in termtime or in vacation, including a transcript of pleadings and testimony, both 285 286 oral and documentary, filed and heard before the commission, and 287 the appeal shall be heard and disposed of promptly by the court as 288 a preference cause. In perfecting any appeal provided by this 289 section, the provisions of law respecting notice to the reporter 290 and the allowance of bills of exception, now or hereafter in force 291 respecting appeals from the chancery court to Supreme Court shall be applicable. However, the reporter shall transcribe his notes 292 and file the transcript of the record with the board within thirty 293 294 (30) days after approval of the appeal bond. Notwithstanding 295 provisions of any other law to the contrary, the remedy provided 296 herein is the exclusive remedy available for any interested person 297 aggrieved by any final rule, regulation, permit or order of the \*HR07/R1904\* H. B. No. 1634 04/HR07/R1904

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298 commission, and no injunctive relief may be awarded by any other 299 court or judge to restrain any action of the commission under this 300 chapter.

301 (3) Upon the filing with the commission of a petition for 302 appeal to the Hinds County Chancery Court, it shall be the duty of 303 the commission, as promptly as possible and within sixty (60) days 304 after approval of the appeal bond, if required, to file with the 305 clerk of the chancery court to which the appeal is taken, a copy 306 of the petition for appeal and of the rule, regulation, permit or order appealed from, and the original and one (1) copy of the 307 308 transcript of the record of proceedings in evidence before the 309 commission. After the filing of the petition, the appeal shall be 310 perfected by the filing with the clerk of the chancery court to which the appeal is taken of bond in the sum of Five Hundred 311 Dollars (\$500.00) with two (2) sureties or with a surety company 312 qualified to do business in Mississippi as the surety, conditioned 313 314 to pay the cost of the appeal; the bond to be approved by any 315 member of the commission, or by the clerk of the court to which The perfection of an appeal shall not stay 316 the appeal is taken. 317 or suspend the operation of any rule, regulation, permit or order of the board, but the judge of the chancery court to which the 318 319 appeal is taken may award a writ of supersedeas to any rule, 320 regulation, permit or order of the commission after five (5) days 321 notice to the commission and after hearing. Any order or judgment 322 staying the operation of any rule, regulation, permit or order of the commission shall contain a specific finding, based upon 323 324 evidence submitted to the chancery judge and identified by 325 reference thereto, that great or irreparable damage would result to the appellant if he is denied relief, and the stay shall not 326 327 become effective until a supersedeas bond shall have been executed 328 and filed with and approved by the clerk of the court or the 329 chancery judge, payable to the state. If the appeal is of a 330 commission order concerning the lease of state lands for minerals \*HR07/R1904\* H. B. No. 1634

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then a bond amount equal to one hundred twenty-five percent (125%) 331 332 of the amount bid for the lease shall be posted by the appellant. 333 If the appeal is of a commission permit then a bond amount equal 334 to Fifty Thousand Dollars (\$50,000.00) times the number of square 335 miles covered in the permit shall be posted by the appellant. In 336 all other cases, the bond shall be in an amount fixed by the 337 chancery judge and conditioned as the chancery judge may direct in 338 the order granting the supersedeas.

339 SECTION 6. Section 11-55-1, Mississippi Code of 1972, is
340 brought forward as follows:

341 11-55-1. This chapter may be cited as the "Litigation342 Accountability Act of 1988."

343 SECTION 7. Section 11-55-3, Mississippi Code of 1972, is 344 brought forward as follows:

345 11-55-3. The following words and phrases as used in this 346 chapter have the meaning ascribed to them in this section, unless 347 the context clearly requires otherwise:

(a) "Without substantial justification," when used with
reference to any action, claim, defense or appeal, including
without limitation any motion, means that it is frivolous,
groundless in fact or in law, or vexatious, as determined by the
court.

(b) "Person" means any individual, corporation,
company, association, firm, partnership, society, joint stock
company or any other entity, including any governmental entity or
unincorporated association of persons.

(c) "Action" means a civil action that contains one or more claims for relief, defense or an appeal of such civil action. For the purposes of this chapter only, an "action" also means any separate count, claim, defense or request for relief contained in any such civil action.

362 SECTION 8. Section 11-55-5, Mississippi Code of 1972, is 363 brought forward as follows:

H. B. No. 1634 \*HR07/R1904\* 04/HR07/R1904 PAGE 11 (CTE\HS) 364 11-55-5. (1) Except as otherwise provided in this chapter, 365 in any civil action commenced or appealed in any court of record in this state, the court shall award, as part of its judgment and 366 367 in addition to any other costs otherwise assessed, reasonable 368 attorney's fees and costs against any party or attorney if the 369 court, upon the motion of any party or on its own motion, finds 370 that an attorney or party brought an action, or asserted any claim 371 or defense, that is without substantial justification, or that the 372 action, or any claim or defense asserted, was interposed for delay or harassment, or if it finds that an attorney or party 373 374 unnecessarily expanded the proceedings by other improper conduct 375 including, but not limited to, abuse of discovery procedures 376 available under the Mississippi Rules of Civil Procedure.

377 (2) No attorney's fees or costs shall be assessed if a 378 voluntary dismissal is filed as to any action, claim or defense 379 within a reasonable time after the attorney or party filing the 380 action, claim or defense knows or reasonably should have known 381 that it would not prevail on the action, claim or defense.

382 (3) When a court determines reasonable attorney's fees or 383 costs should be assessed, it shall assess the payment against the 384 offending attorneys or parties, or both, and in its discretion may 385 allocate the payment among them, as it determines most just, and 386 may assess the full amount or any portion to any offending 387 attorney or party.

(4) No party, except an attorney licensed to practice law in this state, who is appearing without an attorney shall be assessed attorney's fees unless the court finds that the party clearly knew or reasonably should have known that such party's action, claim or defense or any part of it was without substantial justification.

393 SECTION 9. Section 11-55-7, Mississippi Code of 1972, is
394 brought forward as follows:

395 11-55-7. In determining the amount of an award of costs or 396 attorney's fees, the court shall exercise its sound discretion. H. B. No. 1634 \*HR07/R1904\*

04/HR07/R1904 PAGE 12 (CTE\HS) When granting an award of costs and attorney's fees, the court shall specifically set forth the reasons for such award and shall consider the following factors, among others, in determining whether to assess attorney's fees and costs and the amount to be assessed:

402 (a) The extent to which any effort was made to
403 determine the validity of any action, claim or defense before it
404 was asserted, and the time remaining within which the claim or
405 defense could be filed;

(b) The extent of any effort made after the commencement of an action to reduce the number of claims being asserted or to dismiss claims that have been found not to be valid;

410 (c) The availability of facts to assist in determining411 the validity of an action, claim or defense;

(d) Whether or not the action was prosecuted or defended, in whole or in part, in bad faith or for improper purpose;

(e) Whether or not issues of fact, determinative of the validity of a party's claim or defense, were reasonably in conflict;

(f) The extent to which the party prevailed with respect to the amount of and number of claims or defenses in controversy;

(g) The extent to which any action, claim or defense was asserted by an attorney or party in a good faith attempt to establish a new theory of law in the state, which purpose was made known to the court at the time of filing;

(h) The amount or conditions of any offer of judgment
or settlement in relation to the amount or conditions of the
ultimate relief granted by the court;

428 (i) The extent to which a reasonable effort was made to 429 determine prior to the time of filing of an action or claim that H. B. No. 1634 \*HR07/R1904\* 04/HR07/R1904 PAGE 13 (CTE\HS) 430 all parties sued or joined were proper parties owing a legally 431 defined duty to any party or parties asserting the claim or 432 action;

(j) The extent of any effort made after the commencement of an action to reduce the number of parties in the action; and

(k) The period of time available to the attorney for
the party asserting any defense before such defense was
interposed.

439 SECTION 10. Section 11-55-9, Mississippi Code of 1972, is 440 brought forward as follows:

11-55-9. Nothing in this chapter shall be construed to 441 442 prevent an attorney and his client from negotiating in private the 443 actual fee which the client is to pay the client's attorney. 444 Nothing in this chapter is intended to limit the authority of the 445 court to approve written stipulations filed with the court or oral 446 stipulations in open court agreeing to no award of attorney's fees 447 or costs, or an award of attorney's fees or costs in a manner 448 different than that provided in this chapter.

449 SECTION 11. Section 11-55-11, Mississippi Code of 1972, is 450 brought forward as follows:

451 11-55-11. This chapter shall apply in all cases unless 452 attorney's fees are otherwise specifically provided by statute or 453 court rule, in which case the provision allowing the greater award 454 shall prevail.

455 **SECTION 12.** Section 11-55-13, Mississippi Code of 1972, is 456 brought forward as follows:

457 11-55-13. If any section, paragraph, sentence, phrase or any
458 part of this chapter shall be held invalid or unconstitutional,
459 such holding shall not affect any other section, paragraph,
460 sentence, clause, phrase or part of this chapter which is not in
461 and of itself invalid or unconstitutional. Moreover, if the
462 application of this chapter, or of any portion of it, to any
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463 person or circumstance is held invalid, the invalidity shall not 464 affect the application of this chapter to other persons or 465 circumstances which can be given effect without the invalid 466 provision or application.

467 SECTION 13. Section 11-55-15, Mississippi Code of 1972, is
468 brought forward as follows:

11-55-15. This chapter shall apply to any suit or claim or defense or appeal filed or perfected subsequent to the effective date of this chapter. It shall also apply to any suit or claim or defense or appeal which has been filed or perfected prior to the effective date of this act and which is not dismissed within one hundred eighty (180) days after the effective date of this chapter [July 1, 1988].

476 **SECTION 14.** This act shall take effect and be in force from 477 and after July 1, 2004.